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BEFORE THE POSTAL REGULATORY COMMISSION WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
GLOBAL EXPEDITED PACKAGE SERVICES CONTRACTS
NON-PUBLISHED RATES 2 (MC2010-29)

Docket No. CP2011-45

UNITED STATES POSTAL SERVICE RESPONSE TO ORDER NO. 728 CONCERNING GLOBAL EXPEDITED PACKAGE SERVICES - NON-PUBLISHED RATES 2 MODEL CONTRACT

(May 26, 2011)

On April 19, 2011, the Postal Service provided the Commission notice of a revised GEPS - NPR 2 model contract that excludes Flat Rate items from the definition of qualifying mail in GEPS contracts and includes a few additional minor changes to the GEPS - NPR 2 model contract that the Postal Service filed as Attachment 3 to its December 15, 2010 notice in this docket.¹ On May 13, 2011, the Commission issued Order No. 728, approving the changes to the GEPS - NPR 2 model contract and directing the Postal Service to update the financial model for GEPS - NPR 2 to reflect the changes.²

In response to Order No. 728, the Postal Service is filing with this notice an updated financial model based on the revised GEPS - NPR 2 model contract that the Postal Service filed with its April 19, 2011 notice to the Commission ("updated financial")

¹ Notice of the United States Postal Service Concerning Global Expedited Package Services - Non-Published Rates 2 Model Contract, Docket No. CP2011-45, April 19, 2011.

² PRC Order No. 728, Order Concerning Global Expedited Package Services - Non-Published Rates 2 Model Contract, Docket No. CP2011-45, May 13, 2011, at 1, 3-4.

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model").³ A redacted copy of the updated financial model is attached to this notice. The Postal Service incorporates by reference the application for non-public treatment that the Postal Service filed with its December 15, 2010 notice in this docket.⁴ An unredacted copy of the updated financial model is filed today under seal.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

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³ The Postal Service acknowledges that the Commission, in PRC Order No. 728, at 4, requested the Postal Service to file this updated financial model with the Postal Service's next filing of a notice for GEPS - NPR 2 customer agreements. The Postal Service, however, has elected to file this updated financial model prior to the filing of the next notice concerning additional GEPS - NPR 2 customer contracts.

⁴ Notice of the United States Postal Service Concerning Global Expedited Package Services - Non-Published Rates and Application for Non-Public Treatment of Materials Filed Under Seal, Docket No. CP2011-45, December 15, 2010, Attachment 1.